

Morning Meeting

15 July 2020

	Index	+/-	% change
FTSE 100	6179.8	3.6	0.1
FTSE All-Share	3417.1	-5.9	-0.2
DJ Industrial Average	26642.6	556.8	2.1
S&P 500	3197.5	42.3	1.3
NASDAQ Composite Index	10488.6	97.7	0.9
Nikkei Japan 1000 Index	1873.2	-10.0	-0.5
Hang Seng Index	25477.9	-294.2	-1.1
EURO STOXX 50 (EUR)	3321.4	-28.6	-0.9
Switzerland SMI (PR)	10259.5	-41.5	-0.4
France CAC 40	5007.5	-48.8	-1.0
Germany DAX (TR)	12697.4	-102.6	-0.8

Currencies		+/-	12 month range	
£:\$	1.253	-0.01	1.15	1.33
Y:\$	107.255	-0.02	102.55	112.09
E:£	1.099	-0.01	1.07	1.20
E:\$	1.140	0.00	1.07	1.14
10 Yr Bond	Yld %	+/-	-3 months	-12 months
UK	0.15	-0.04	0.32	0.94
US	0.61	-0.03	0.74	2.11
Germany	-0.44	-0.03	-0.40	-0.22
	Price (p)	+/-	12 month range	
Investec plc	168.2	-7.00001	128.8	517.6

Matrix Winners	Price	+/-	% change
Premier Oil plc	45.3	4.5	10.9
BT Group plc	115.6	4.5	4.1
Direct Line Insurance Group Plc	292.7	9.6	3.4
Schroders plc Non Voting	2230.0	60.0	2.8
BP p.l.c.	304.5	7.9	2.6

Sector Winners	% change	Mkt Wt
FTSE All-Share / Mobile Telecommunications - SEC	1.7	1.8
FTSE All-Share / Nonlife Insurance - SEC	1.56	1.8
FTSE All-Share / Construction & Materials - SEC	1.26	1.6
FTSE All-Share / Industrial Metals & Mining - SEC	0.6	0.1
FTSE All-Share / Tobacco - SEC	0.5	4.1

Matrix Losers	Price	+/-	% change
Marston's PLC	46.7	-3.52	-7.0
Meggitt PLC	296.9	-21.7	-6.8
TUI AG	356.3	-20.9	-5.5
Carnival plc	947.6	-52.4	-5.2
Halma plc	2187.0	-104	-4.5

Sector Losers	% change	Mkt Wt
FTSE All-Share / Electronic & Electrical Equipment - SEC	-3.1	0.8
FTSE All-Share / Aerospace & Defense - SEC	-2.4	1.4
FTSE All-Share / Travel & Leisure - SEC	-2.2	3.7
FTSE All-Share / Equity Investment Instruments - SEC	-1.9	6.6
FTSE All-Share / Media - SEC	-1.3	3.6

Stocks Hitting Relative High
CRH Plc
Anglo American plc
BHP Group Plc
Bunzl plc
DCC Plc
Fresnillo PLC
Rentokil Initial plc
Rio Tinto plc
Smiths Group Plc

Stocks Hitting Relative Low
Babcock International Group PLC
Micro Focus International plc
Rolls-Royce Holdings plc
Shaftesbury PLC
-
-
-
-
-

Companies discussed in Morning Meeting

UK Equities

Burberry	Q1 2021 Trading Update
Dunelm	FY20 Update
Premier Oil	Trading Update

International Equities

ASML	Q2 Results
Citigroup	2Q 2020 Earnings
JPMorgan	2Q 2020 Results
Wells Fargo	2Q 2020 Results

- Having been down for most of the day, large cap UK equities managed to finish fractionally in the black, up a whole 4 index points as weakness in sterling boosted the international earnings of the multinationals and the US market staged a rally late in our trading day. There was no solace for the more domestically-focused mid caps though, weighed down by the disappointing UK GDP print for May undershooting expectations by some margin and putting more pressure on June's reading to show a dramatic rebound in activity. The pound weakened more than 0.5% against the Euro and was down 0.1% against the dollar, whilst UK 10-year bond yields hit a fresh record low at 15bp.
- Whilst the tech-led rally had looked like it was running out of steam as the UK market closed, with the Nasdaq trading down 2% at one point, both it and the broader S&P both rallied intraday to end up 0.9% and 1.3% respectively. Energy led the way yesterday, gaining more than 4% in the US though more on broad optimism rather than any notable bounce in the oil price, though all sectors were in the black. Financials were the laggard though as the results season for the banks got underway with somewhat mixed results - banks with active trading divisions such as Citi and JPM fared better, as market volatility and the wall of stimulus money drove trading volumes (and offset declining net interest margins and bigger than expected provisions from both), but couldn't stop Citi sliding 4% whilst Wells Fargo's dividend was slashed as it missed Q2 expectations and the stock finished 5% lower. Between them the three banks provisioned \$28bn against what were record levels of debt in parts of the consumer lending and corporate sectors going into this crisis.
- The COVID case load globally continues to rise sharply, with record counts in Nevada and Texas taking the number of new cases in the US back above 60,000 a day (Florida, Texas and California between them accounting for nearly 20% of the daily global increase), whilst cases continue to rise sharply in India and South Africa, Tokyo has reinstated its highest level of coronavirus alert.
- Like many others who have emerged from lockdown, the Japanese authorities will be avoiding at all costs any kind of reintroduction of measures having re-opened the economy in an attempt to get GDP going. The latest projections from the BoJ, released overnight, see Japan's GDP contracting 4.7% for its fiscal year to March with a 0.5% fall in prices. There was no change to the BoJ's already very accommodative policy, which will remain in place until 2% inflation is achieved.
- Against all of this rather gloomy COVID-related news, the market found some support in positive phase I vaccine trials from US pharma name Moderna – the shares were up 5% during regular trading and are up a further 16% after hours – as it confirms that neutralising antibodies in 48 people at levels higher than those who have had mild to moderate Covid-19 infection. No new safety issues were seen. It will publish phase two results in August but plans to commence pivotal phase III trials on 27 July with initial results in mid-September.
- Relations between the US and China are not improving, with President Trump signing into effect the Hong Kong act, opening the way for more sanctions against China and formally doing away with any special treatment for Hong Kong. He also poured cold water on talks of a phase two trade deal and again criticised the Chinese response to COVID. China was not entirely passive though, announcing sanctions on Lockheed as the US defence giant sells missile parts to Taiwan. Taiwan must now be at the top of China's to-do list as it has effectively brought Hong Kong into the fold and is increasingly finding itself frozen out of access to western technology.
- A big day for the lawyers as the EU rules on whether or not Apple must pay €13bn in Irish back taxes, though will inevitably still pass to ECJ for a final ruling as we can be pretty confident that both parties won't be satisfied by today's outcome.

Events Calendar

Date	Company	Event
13 July 2020	PepsiCo, Inc.	Q2 2020 Earnings Release
14 July 2020	Ocado Group Plc	Q2 2020 Earnings Release
14 July 2020	Halma Plc	Q4 2020 Earnings Release
14 July 2020	JPMorgan Chase & Co.	Q2 2020 Earnings Release
14 July 2020	Citigroup, Inc.	Q2 2020 Earnings Release
14 July 2020	Wells Fargo & Co.	Q2 2020 Earnings Release
15 July 2020	Burberry Group Plc	Q1 2021 Sales and Revenue Release - Trading Update
15 July 2020	Dunelm Group Plc	Q4 2020 Sales and Revenue Release - Trading Update
15 July 2020	Premier Oil Plc	Q3 2020 Sales and Revenue Release - Trading Update
15 July 2020	Severn Trent Plc	Q1 2021 Sales and Revenue Release - Trading Update
15 July 2020	UnitedHealth Group, Inc.	Q2 2020 Earnings Release
15 July 2020	ASML Holding NV	Q2 2020 Earnings Release
15 July 2020	The PNC Financial Services Group, Inc.	Q2 2020 Earnings Release
15 July 2020	U.S. Bancorp	Q2 2020 Earnings Release
15 July 2020	The Goldman Sachs Group, Inc.	Q2 2020 Earnings Release
16 July 2020	Anglo American Plc	Q2 2020 Sales and Revenue Release - Production Report
16 July 2020	Experian Plc	Q1 2021 Sales and Revenue Release - Trading Update
16 July 2020	easyJet Plc	Q3 2020 Sales and Revenue Release - Trading Update
16 July 2020	The Charles Schwab Corp.	Q2 2020 Earnings Release
16 July 2020	SSE Plc	Q1 2021 Sales and Revenue Release - Trading Statement
16 July 2020	Zalando SE	Q2 2020 Sales and Revenue Release - Trading Statement
16 July 2020	Compagnie Financi ?re Richemont SA	Q1 2021 Sales and Revenue Release - Trading Update
16 July 2020	Hays plc	Q4 2020 Sales and Revenue Release - Trading Update
16 July 2020	Atlas Copco AB	Q2 2020 Earnings Release
16 July 2020	Johnson & Johnson	Q2 2020 Earnings Release
16 July 2020	Rio Tinto Plc	Q2 2020 Sales and Revenue Release - Operational Review
17 July 2020	Assa Abloy AB	Q2 2020 Earnings Release
17 July 2020	Investor AB	Q2 2020 Earnings Release
21 July 2020	BHP Group Plc	June 2020 Sales and Revenue Release - Operational Results
21 July 2020	Intermediate Capital Group Plc	Q1 2021 Sales and Revenue Release - Trading Statement
21 July 2020	Novartis AG	Q2 2020 Earnings Release
21 July 2020	Philip Morris International, Inc.	Q2 2020 Earnings Release
21 July 2020	UBS Group AG	Q2 2020 Earnings Release
21 July 2020	SGS SA	Q2 2020 Earnings Release
21 July 2020	The Coca-Cola Co.	Q2 2020 Earnings Release
21 July 2020	Intuitive Surgical, Inc.	Q2 2020 Earnings Release
22 July 2020	Antofagasta Plc	Q2 2020 Sales and Revenue Release - Production Report
22 July 2020	Britvic Plc	Q3 2020 Sales and Revenue Release
22 July 2020	Close Brothers Group Plc	Q4 2020 Sales and Revenue Release - Pre Close Trading Update
22 July 2020	Melrose Industries Plc	Q1 2021 Sales and Revenue Release - Trading Update
22 July 2020	Northern Trust Corp.	Q2 2020 Earnings Release
22 July 2020	Thermo Fisher Scientific, Inc.	Q2 2020 Earnings Release
22 July 2020	Microsoft Corp.	Q4 2020 Earnings Release
23 July 2020	Croda International Plc	Q2 2020 Earnings Release
23 July 2020	Daily Mail & General Trust Plc	Q3 2020 Sales and Revenue Release - Trading Update
23 July 2020	Howden Joinery Group Plc	Q2 2020 Earnings Release
23 July 2020	RELX Plc	Q2 2020 Earnings Release
23 July 2020	The Sage Group Plc	Q3 2020 Sales and Revenue Release - Trading Update
23 July 2020	Unilever Plc	Q2 2020 Earnings Release
23 July 2020	Air Products & Chemicals, Inc.	Q3 2020 Earnings Release
23 July 2020	Roche Holding AG	Q2 2020 Earnings Release
24 July 2020	Centrica Plc	Q2 2020 Earnings Release
24 July 2020	IMI Plc	Q2 2020 Earnings Release
24 July 2020	Vodafone Group Plc	Q1 2021 Earnings Release
24 July 2020	Hexagon AB	Q2 2020 Earnings Release
24 July 2020	Schlumberger NV	Q2 2020 Earnings Release
27 July 2020	SAP SE	Q2 2020 Earnings Release
28 July 2020	Greggs Plc	Q2 2020 Earnings Release
28 July 2020	3M Co.	Q2 2020 Earnings Release
28 July 2020	Reckitt Benckiser Group Plc	Q2 2020 Earnings Release
28 July 2020	St. James's Place Plc	Q2 2020 Earnings Release
28 July 2020	Roper Technologies, Inc.	Q2 2020 Earnings Release
28 July 2020	Visa, Inc.	Q3 2020 Earnings Release
28 July 2020	Mondelez International, Inc.	Q2 2020 Earnings Release
28 July 2020	Beyond Meat, Inc.	Q2 2020 Earnings Release

29 July 2020	The Boeing Co.	Q2 2020 Earnings Release
29 July 2020	Barclays Plc	Q2 2020 Earnings Release
29 July 2020	Next Plc	Q2 2020 Sales and Revenue Release - Trading Statement
29 July 2020	Taylor Wimpey Plc	Q2 2020 Earnings Release
29 July 2020	The Weir Group Plc	Q2 2020 Earnings Release
29 July 2020	Smith & Nephew Plc	Q2 2020 Earnings Release
29 July 2020	Rio Tinto Plc	Q2 2020 Earnings Release
29 July 2020	GlaxoSmithKline Plc	Q2 2020 Earnings Release
29 July 2020	Facebook, Inc.	Q2 2020 Earnings Release
29 July 2020	PayPal Holdings, Inc.	Q2 2020 Earnings Release
30 July 2020	Anglo American Plc	Q2 2020 Earnings Release
30 July 2020	AstraZeneca Plc	Q2 2020 Earnings Release
30 July 2020	BAE Systems Plc	Q2 2020 Earnings Release
30 July 2020	Compass Group Plc	Q3 2020 Sales and Revenue Release - Trading Update
30 July 2020	Equiniti Group Plc	Q2 2020 Earnings Release
30 July 2020	Total SA	Q2 2020 Earnings Release
30 July 2020	Alphabet, Inc.	Q2 2020 Earnings Release
30 July 2020	LafargeHolcim Ltd.	Q2 2020 Earnings Release
30 July 2020	Lloyds Banking Group Plc	Q2 2020 Earnings Release
30 July 2020	Morgan Advanced Materials Plc	Q2 2020 Earnings Release
30 July 2020	Nestlé (R) SA	Q2 2020 Earnings Release
30 July 2020	RSA Insurance Group Plc	Q2 2020 Earnings Release
30 July 2020	Schroders Plc	Q2 2020 Earnings Release
30 July 2020	Smart Metering Systems Plc	Q2 2020 Sales and Revenue Release - Trading Update
30 July 2020	Standard Chartered Plc	Q2 2020 Earnings Release
30 July 2020	Ultra Electronics Holdings Plc	Q2 2020 Earnings Release
30 July 2020	Xylem, Inc.	Q2 2020 Earnings Release
30 July 2020	Anheuser-Busch InBev SA/NV	Q2 2020 Earnings Release
30 July 2020	Credit Suisse Group AG	Q2 2020 Earnings Release
30 July 2020	Danone SA	Q2 2020 Earnings Release
30 July 2020	Royal Dutch Shell Plc	Q2 2020 Earnings Release
30 July 2020	Linde Plc	Q2 2020 Earnings Release
30 July 2020	Procter & Gamble Co.	Q4 2020 Earnings Release
30 July 2020	L'Oréal SA	Q2 2020 Earnings Release
30 July 2020	Vivendi SA	Q2 2020 Earnings Release
30 July 2020	Electronic Arts, Inc.	Q1 2021 Earnings Release
30 July 2020	Apple, Inc.	Q3 2020 Earnings Release
31 July 2020	British American Tobacco plc	Q2 2020 Earnings Release
31 July 2020	BNP Paribas SA	Q2 2020 Earnings Release
31 July 2020	BT Group Plc	Q1 2021 Earnings Release
31 July 2020	Fresenius SE & Co. KGaA	Q2 2020 Earnings Release
31 July 2020	International Consolidated Airlines Group SA	Q2 2020 Earnings Release
31 July 2020	Intertek Group Plc	Q2 2020 Earnings Release
31 July 2020	Legrand SA	Q2 2020 Earnings Release
31 July 2020	London Stock Exchange Group Plc	Q2 2020 Earnings Release
31 July 2020	Royal Bank of Scotland Group Plc	Q2 2020 Earnings Release
31 July 2020	Rightmove Plc	Q2 2020 Earnings Release
31 July 2020	Glencore Plc	Q2 2020 Sales and Revenue Release - Production Results

	Monday 13 th July	Tuesday 14 th July	Wednesday 15 th July	Thursday 16 th July	Friday 17 th July
UK		Construction Output Y/Y GDP 3M/3M GDP M/M Industrial Production SA M/M Industrial Production SA Y/Y Manufacturing Production SA M/M Manufacturing Production SA Y/Y Trade Balance Visible SA Trade Balance SA	CPI Core NSA Y/Y CPI EU Harmonized NSA M/M CPI EU Harmonized NSA Y/Y Retail Price Index NSA M/M Retail Price Index NSA Y/Y ONS House Price NSA Y/Y PPI Input NSA M/M PPI Input NSA Y/Y PPI Output NSA M/M PPI Output NSA Y/Y	Claimant Count Change SA Employment Change SA ILO Unemployment Rate 3- M Average Weekly Earnings excl. bonuses 3-M/Y Average Weekly Earnings incl. bonuses 3-M/Y	
US	New York Federal Reserve President and CEO Williams speaks in Video Webinar Treasury Budget NSA	NFIB Small Business Index CPI ex-Food & Energy SA M/M CPI ex-Food & Energy NSA Y/Y CPI SA M/M CPI NSA Y/Y Hourly Earnings SA M/M (Final) Hourly Earnings Y/Y (Final) Average Workweek SA (Final)	Export Price Index NSA M/M Import Price Index NSA M/M Empire State Index SA Capacity Utilization NSA Industrial Production SA M/M Manufacturing Production M/M New York Federal Reserve Vice President Logan speaks in Video Webinar FED Beige Book	Continuing Jobless Claims SA Initial Claims SA Philadelphia Fed Index SA Retail sales ControlGroup M/M Retail sales Ex AutoFuel M/M Retail Sales ex-Auto SA M/M Retail Sales SA M/M Business Inventories SA M/M NAHB Housing Market Index SA New York Federal Reserve President and CEO Williams speaks in Video Webinar	Building Permits SAAR (Preliminary) Housing Starts SAAR Housing Starts M/M Michigan Sentiment NSA (Preliminary)

RoW		GE - CPI NSA M/M (Final)		FR - CPI NSA M/M (Final)	
		GE - CPI NSA Y/Y (Final)		FR - CPI NSA Y/Y (Final)	
		GE - CPI EU Harmonized NSA M/M (Final)		FR - CPI EU Harmonized NSA M/M (Final)	
		GE - CPI EU Harmonized NSA Y/Y (Final)		FR - CPI EU Harmonized NSA Y/Y (Final)	
		GE - ZEW Current Situation NSA			
		GE - ZEW Economic Sentiment NSA			

Central Bank Meetings

Bank of England	6 th August 2020
European Central Bank	16 th July 2020
Federal Reserve	29 th July 2020

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